

**EXHIBIT E**

**1065**

**U.S. Return of Partnership Income**

OMB No. 1545-0099

**2002**

Form  
Department of the Treasury  
Internal Revenue Service

For calendar year 2002, or tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_

**A** Principal business activity

**INVESTMENT**

**B** Principal product or service

**INVESTMENT**

**C** Business code number

**523900**

Use  
the  
IRS  
label.  
Other-  
wise,  
print  
or  
type.

Name of partnership

**MARTIN J. JOEL PARTNERSHIP**

Number, street, and room or suite no. If a P.O. box, see page 14 of the instructions.

**21 CAYUGA ROAD**

City or town, state, and ZIP code

**SCARSDALE, NY 10583-6941**

**D** Employer identification number

**13-3891671**

**E** Date business started

**05/20/1996**

**F** Total assets

**\$18,564,854.**

**G** Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return  
**H** Check accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) \_\_\_\_\_  
**I** Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year **2**

**Caution:** Include only trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

<b>Income</b>	<b>1 a</b> Gross receipts or sales	<b>1a</b>		<b>1c</b>
	<b>b</b> Less returns and allowances	<b>1b</b>		
	<b>2</b> Cost of goods sold (Schedule A, line 8)			<b>2</b>
	<b>3</b> Gross profit. Subtract line 2 from line 1c			<b>3</b>
	<b>4</b> Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)			<b>4</b>
	<b>5</b> Net farm profit (loss) (attach Schedule F (Form 1040))			<b>5</b>
	<b>6</b> Net gain (loss) from Form 4797, Part II, line 18			<b>6</b>
	<b>7</b> Other income (loss) (attach schedule)			<b>7</b>
<b>8</b> Total income (loss). Combine lines 3 through 7			<b>8</b>	
<b>Deductions (see instructions for limitations)</b>	<b>9</b> Salaries and wages (other than to partners) (less employment credits)			<b>9</b>
	<b>10</b> Guaranteed payments to partners			<b>10</b>
	<b>11</b> Repairs and maintenance			<b>11</b>
	<b>12</b> Bad debts			<b>12</b>
	<b>13</b> Rent			<b>13</b>
	<b>14</b> Taxes and licenses			<b>14</b>
	<b>15</b> Interest			<b>15</b>
	<b>16 a</b> Depreciation (if required, attach Form 4562)	<b>16a</b>		<b>16c</b>
	<b>b</b> Less depreciation reported on Schedule A and elsewhere on return	<b>16b</b>		
	<b>17</b> Depletion (Do not deduct oil and gas depletion.)			<b>17</b>
	<b>18</b> Retirement plans, etc.			<b>18</b>
	<b>19</b> Employee benefit programs			<b>19</b>
	<b>20</b> Other deductions (attach schedule)			<b>20</b>
<b>21</b> Total deductions. Add the amounts shown in the far right column for lines 9 through 20			<b>21</b>	
<b>22</b> Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8			<b>22</b>	

**COPY**

**Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than general partner or limited liability company member) is based on all information of which preparer has any knowledge.

Signature of general partner or limited liability company member \_\_\_\_\_ Date \_\_\_\_\_

May the IRS discuss this return with the preparer shown below (see instr.)? ☒ Yes ☐ No

**Paid Preparer's Use Only**

Preparer's signature: \_\_\_\_\_ Date \_\_\_\_\_

Firm's name (or yours if self-employed), address, and ZIP code: **KONIGSBERG, WOLF & CO., P.C.**  
**440 PARK AVENUE SOUTH**  
**NEW YORK, N.Y. 10016**

EIN: **13-2811464**

Phone no.: **(212) 685-7215**

Check if self-employed: ☐

Preparer's SSN or PTIN: \_\_\_\_\_

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MARTIN J. JOEL PARTNERSHIP

13-3891671

Form 1065 (2002)

Page 2

**Schedule A Cost of Goods Sold** (see page 19 of the instructions)

1	Inventory at beginning of year	1	
2	Purchases less cost of items withdrawn for personal use	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	

9 a Check all methods used for valuing closing inventory:

- (i) ☐ Cost as described in Regulations section 1.471-3
- (ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
- (iii) ☐ Other (specify method used and attach explanation) ▶

b Check this box if there was a writedown of "subnormal" goods as described in Regulations section 1.471-2(c) ▶ ☐c Check this box if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐d Do the rules of section 263A (for property produced or acquired for resale) apply to the partnership? ☐ Yes ☐ Noe Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☐ No

If "Yes," attach explanation.

**Schedule B Other Information**

	Yes	No
1 What type of entity is filing this return? Check the applicable box:		
a <input checked="" type="checkbox"/> Domestic general partnership		
b <input type="checkbox"/> Domestic limited partnership		
c <input type="checkbox"/> Domestic limited liability company		
d <input type="checkbox"/> Domestic limited liability partnership		
e <input type="checkbox"/> Foreign partnership		
f <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 During the partnership's tax year, did the partnership own any interest in another partnership or in any foreign entity that was disregarded as an entity separate from its owner under Regulations sections 301.7701-2 and 301.7701-3? If yes, see instructions for required attachment		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet all three of the following requirements?		
a The partnership's total receipts for the tax year were less than \$250,000;		
b The partnership's total assets at the end of the tax year were less than \$600,000; and		
c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.		
If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item J on Schedule K-1	X	
6 Does this partnership have any foreign partners? If "Yes," the partnership may have to file Forms 8804, 8805 and 8813. See page 20 of the instructions		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264, Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 2002, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 20 of the instructions		X
11 Was there a distribution of property or a transfer (e.g., by sale or death) of a partnership interest during the tax year? If "Yes," you may elect to adjust the basis of the partnership's assets under section 754 by attaching the statement described under Elections Made By the Partnership on page 8 of the instructions		X
12 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return ▶	X	

**Designation of Tax Matters Partner** (see page 21 of the instructions)

Enter below the general partner designated as the tax matters partner (TMP) for the tax year of this return:

Name of designated TMP ▶ MARTIN JOEL

Identifying number of TMP ▶ 135-22-3227

Address of designated TMP ▶ 21 CAYUGA ROAD  
SCARSDALE, NY 10583

**Schedule K Partners' Shares of Income, Credits, Deductions, etc.**

(a) Distributive share items		(b) Total amount	
Income (Loss)	1 Ordinary income (loss) from trade or business activities (page 1; line 22)	1	0.
	2 Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a Gross income from other rental activities	3a	
	b Expenses from other rental activities (attach schedule)	3b	
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4 Portfolio income (loss): a Interest income	4a	
	b Ordinary dividends	4b	183,373.
	c Royalty income	4c	
	d Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	412,955.
	e (1) Net long-term capital gain (loss) (attach Schedule D (Form 1065))	4e(1)	
	(2) 28% rate gain (loss) (3) Qualified 5-year gain		
f Other portfolio income (loss) (attach schedule)	4f		
5 Guaranteed payments to partners	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (attach schedule)	8	
	9 Section 179 expense deduction (attach Form 4562)	9	
	10 Deductions related to portfolio income (itemize)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		
	(1) From partnerships to which section 42(j)(5) applies	12a(1)	
	(2) Other than on line 12a(1)	12a(2)	
	b Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d Credits related to other rental activities	12d		
13 Other credits	13		
Investment Interest	14a Interest expense on investment debts	14a	769,925.
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	183,373.
	(2) Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a Net earnings (loss) from self-employment	15a	0.
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	16d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a Name of foreign country or U.S. possession		
	b Gross income from all sources	17b	
	c Gross income sourced at partner level	17c	
	d Foreign gross income sourced at partnership level:		
	(1) Passive (2) Listed categories (attach sch.) (3) General limitation	17d(3)	
	e Deductions allocated and apportioned at partner level:		
	(1) Interest expense (2) Other	17e(2)	
	f Deductions allocated and apportioned at partnership level to foreign source income:		
	(1) Passive (2) Listed categories (attach sch.) (3) General limitation	17f(3)	
g Total foreign taxes (check one): Paid <input type="checkbox"/> Accrued <input type="checkbox"/> (3) General limitation	17g		
h Reduction in taxes available for credit (attach schedule)	17h		
Other	18 Section 59(e)(2) expenditures: a Type b Amount	18b	
	19 Tax-exempt interest income	19	
	20 Other tax-exempt income	20	
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	1,020,000.
	23 Distributions of property other than money	23	243,117.
	24 Other items and amounts required to be reported separately to partners (attach schedule)		

**Analysis of Net Income (Loss)**

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Sch K, lines 8 through 11, 14a, 17g, and 18b						1	-173,597.
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		-173,597.					
b Limited partners							

Note: Schedules L, M-1 and M-2 are not required if Question 5 of Schedule B is answered "Yes."

**Schedule L Balance Sheets per Books**

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash				
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)	STATEMENT 2	14,548,940.		18,564,854.
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets				
b Less accumulated depreciation				
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		14,548,940.		18,564,854.
<b>Liabilities and Capital</b>				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)	STATEMENT 3	19,528,287.		24,974,754.
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		-4,979,347.		-6,409,900.
22 Total liabilities and capital		14,548,940.		18,564,854.

**Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return**

1 Net income (loss) per books	-173,597.	6 Income recorded on books this year not included on Schedule K, lines 1 through 7 (itemize):	
2 Income included on Schedule K, lines 1 through 4, 6, and 7, not recorded on books this year (itemize):		a Tax-exempt interest \$	
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 11, 14a, 17g, and 18b, not charged against book income this year (itemize):	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 11, 14a, 17g, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		b Travel and entertainment \$	
b Travel and entertainment \$		8 Add lines 6 and 7	
5 Add lines 1 through 4	-173,597.	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	-173,597.

**Schedule M-2 Analysis of Partners' Capital Accounts**

1 Balance at beginning of year	-4,979,347.	6 Distributions: a Cash	1,020,000.
2 Capital contributed during year a Cash	6,161.	b Property	243,117.
b Property		7 Other decreases (itemize):	
3 Net income (loss) per books	-173,597.	8 Add lines 6 and 7	1,263,117.
4 Other increases (itemize):		9 Balance at end of year. Subtract line 8 from line 5	-6,409,900.
5 Add lines 1 through 4	-5,146,783.		



MARTIN J. JOEL PARTNERSHIP

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SCHEDULE K	DIVIDEND INCOME	STATEMENT	1
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DESCRIPTION	AMOUNT
B MADOFF	274,814.
LESS: SHORT AGAINST THE BOX DIVIDENDS	-91,441.
TOTAL TO SCHEDULE K, LINE 4B	183,373.

SCHEDULE L	OTHER CURRENT ASSETS	STATEMENT	2
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DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR
SECURITIES HELD AT COST	14,548,940.	18,564,854.
TOTAL TO SCHEDULE L, LINE 6	14,548,940.	18,564,854.

SCHEDULE L	OTHER CURRENT LIABILITIES	STATEMENT	3
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DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR
MARGIN PAYABLE-B.L.MADOFF	19,528,287.	24,974,754.
TOTAL TO SCHEDULE L, LINE 17	19,528,287.	24,974,754.

FORM 1065	PARTNERS' CAPITAL ACCOUNT SUMMARY	STATEMENT	4
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PARTNER NUMBER	BEGINNING CAPITAL	CAPITAL CONTRIBUTED	SCHEDULE M-2 LNS 3, 4 & 7	WITH- DRAWALS	ENDING CAPITAL
1	-4,998,050.	6,099.	-171,862.	1,250,486.	-6,414,299.
2	18,703.	62.	-1,735.	12,631.	4,399.
TOTAL	-4,979,347.	6,161.	-173,597.	1,263,117.	-6,409,900.



13-3891671

SCHEDULE D

SHORT-TERM CAPITAL GAINS AND LOSSES

STATEMENT 5

DESCRIPTION	DATE ACQUIRED	DATE SOLD	SALES PRICE	COST OR BASIS	GAIN OR LOSS
KLA	01/23/02	12/06/01	5,452,230.	5,355,000.	97,230.
APPL MATERIALS	03/01/02	09/04/01	6,293,600.	6,107,100.	186,500.
CIRCUIT CITY	12/10/01	08/05/02	3,155,425.	3,026,200.	129,225.
ALTERA-SHORT SALES NOT COVERED IN 2002		06/05/02	331,740.	331,740.	0.
PHILIP MORRIS-SHORT SALES NOT COVERED IN 2002		06/05/02	1,375,200.	1,375,200.	0.
ADAPTEC INC-SHORT SALES NOT COVERED IN 2002		05/31/02	975,000.	975,000.	0.
XILINX INC-SHORT SALES NOT COVERED IN 2002		06/03/02	4,826,250.	4,826,250.	0.
DELTA-SHORT SALES NOT COVERED IN 2002		06/03/02	1,993,500.	1,993,500.	0.
KLA TENCOR-SHORT SALES NOT COVERED IN 2002		06/05/02	2,682,500.	2,682,500.	0.
BROADCOM-SHORT SALES NOT COVERED IN 2002		05/01/02	3,987,870.	3,987,870.	0.
EMC-SHORT SALES NOT COVERED IN 2002		05/01/02	1,742,250.	1,742,250.	0.
NETWORK		05/01/02	696,000.	696,000.	0.
APPLIANCES-SHORT SALES NOT COVERED IN 2002		06/05/02	867,450.	867,450.	0.
LSI LOGIC-SHORT SALES NOT COVERED IN 2002					0.
TOTAL TO SCHEDULE D, LINE 1			34,379,015.	33,966,060.	412,955.



**SCHEDULE K-1**  
**(Form 1065)**Department of the Treasury  
Internal Revenue Service**Partner's Share of Income, Credits, Deductions, etc.**

For calendar year 2002 or tax year

OMB No. 1545-0099

**2002**

beginning

and ending

Partner's identifying number **135-22-3227**Partnership's identifying number **13-3891671**

Partner's name, address, and ZIP code

Partnership's name, address, and ZIP code

**MARTIN JOEL**  
**21 CAYUGA ROAD**  
**SCARSDALE, NY 10583****MARTIN J. JOEL PARTNERSHIP**  
**21 CAYUGA ROAD**  
**SCARSDALE, NY 10583-6941****A** This partner is a ☒ general partner ☐ limited partner  
☐ limited liability company member**B** What type of entity is this partner? **INDIVIDUAL****C** Is this partner a ☒ domestic or a ☐ foreign partner?**D** Enter partner's (i) Before change or termination (ii) End of year  
percentage of:Profit sharing ..... % **99.0000000%**Loss sharing ..... % **99.0000000%**Ownership of capital ..... % **99.0000000%****F** Partner's share of liabilities:

Nonrecourse ..... \$

Qualified nonrecourse financing ..... \$

Other ..... \$ **0.****G** Tax shelter registration number**H** Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2) ☐**I** Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1**E** IRS Center where partnership filed return: **OGDEN, UT****J Analysis of partner's capital account:**

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
<b>-4,998,050.</b>	<b>6,099.</b>	<b>-171,862.</b>	<b>1,250,486.</b>	<b>-6,414,299.</b>

	(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
<b>Income (Loss)</b>	<b>1</b> Ordinary income (loss) from trade or business activities	<b>0.</b>	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065)
	<b>2</b> Net income (loss) from rental real estate activities		
	<b>3</b> Net income (loss) from other rental activities		
	<b>4</b> Portfolio income (loss): a Interest		
	<b>b</b> Ordinary dividends	<b>181,539.</b>	Sch. B, Part II, line 5
	<b>c</b> Royalties		Sch. E, Part I, line 4
	<b>d</b> Net short-term capital gain (loss)	<b>408,825.</b>	Sch. D, line 5, col. (f)
	<b>e</b> (1) Net long-term capital gain (loss)		Sch. D, line 12, col. (f)
	(2) 28% rate gain (loss)		Sch. D, line 12, col. (g)
	(3) Qualified 5-year gain		Line 5 of worksheet for Sch. D, line 29
	<b>f</b> Other portfolio income (loss) (attach schedule)		Enter on applicable lines of your return
<b>Deductions</b>	<b>5</b> Guaranteed payments to partner		See page 6 of Partner's Instructions for Schedule K-1 (Form 1065)
	<b>6</b> Net sec. 1231 gain (loss) (other than casualty or theft)		
	<b>7</b> Other income (loss) (attach schedule)		Enter on applicable line of your return
	<b>8</b> Charitable contributions (attach schedule)		Sch. A, line 15 or 16
<b>Credits, Investment Interest &amp; S.E.</b>	<b>9</b> Section 179 expense deduction		See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065)
	<b>10</b> Deductions related to portfolio income (attach schedule)		
	<b>11</b> Other deductions (attach schedule)		
	<b>13</b> Other credits		(Enter on applicable lines of your return)
	<b>14 a</b> Interest expense on investment debts	<b>762,226.</b>	Form 4952, line 1
	<b>b</b> (1) Investment income included on lines 4a, 4b, 4c, and 4f above	<b>181,539.</b>	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065)
	(2) Investment expenses included on line 10 above		
	<b>15 a</b> Net earnings (loss) from self-employment	<b>0.</b>	Sch. SE, Section A or B
	<b>b</b> Gross farming or fishing income		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065)
	<b>c</b> Gross nonfarm income		
	<b>16 a</b> Depreciation adjustment on property placed in service after 1986		See Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251
<b>Adjustments and Tax Preference</b>	<b>b</b> Adjusted gain or loss		
	<b>e</b> Other adjustments and tax preference items (attach schedule)		
<b>Other</b>	<b>19</b> Tax-exempt interest income		Form 1040, line 8b
	<b>20</b> Other tax-exempt income		
	<b>21</b> Nondeductible expenses		See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065)
	<b>22</b> Distributions of money (cash and marketable securities)	<b>1,009,800.</b>	
	<b>23</b> Distributions of property other than money	<b>240,686.</b>	

JWA For Paperwork Reduction Act Notice, see Form 1065 Instructions.

No Information Required for Page 2 Schedule K-1 (Form 1065) 2002

13-3891671

SCHEDULE K-1

COLUMN C RECONCILIATION

DESCRIPTION

AMOUNT

DIVIDEND INCOME

181,539.

SHORT-TERM CAPITAL GAIN (LOSS)

408,825.

INTEREST EXPENSE ON INVESTMENT DEBTS

-762,226.

TOTAL TO SCHEDULE K-1, ITEM J, COLUMN C

-171,862.

**SCHEDULE K-1**  
**(Form 1065)**Department of the Treasury  
Internal Revenue Service**Partner's Share of Income, Credits, Deductions, etc.**

For calendar year 2002 or tax year

OMB No. 1545-0099

**2002**

beginning

and ending

Partner's identifying number **079-28-6866**Partnership's identifying number **13-3891671**

Partner's name, address, and ZIP code

Partnership's name, address, and ZIP code

**SYLVIA ANN JOEL**  
**21 CAYUGA ROAD**  
**SCARSDALE, NY 10583****MARTIN J. JOEL PARTNERSHIP**  
**21 CAYUGA ROAD**  
**SCARSDALE, NY 10583-6941****A** This partner is a ☒ general partner ☐ limited partner  
☐ limited liability company member**B** What type of entity is this partner? **INDIVIDUAL****C** Is this partner a ☒ domestic or a ☐ foreign partner?**D** Enter partner's percentage of:  
Profit sharing ..... % **1.0000000%**  
Loss sharing ..... % **1.0000000%**  
Ownership of capital ..... % **1.0000000%****F** Partner's share of liabilities:Nonrecourse ..... \$  
Qualified nonrecourse financing ..... \$  
Other ..... \$ **0.****G** Tax shelter registration number**H** Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2) ☐**E** IRS Center where partnership filed return: **OGDEN, UT****I** Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1**J Analysis of partner's capital account:**

	(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
	<b>18,703.</b>	<b>62.</b>	<b>-1,735.</b>	<b>12,631.</b>	<b>4,399.</b>

  

	(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	<b>0.</b>	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065)  Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (f) Sch. D, line 12, col. (g) Line 5 of worksheet for Sch. D, line 29 Enter on applicable lines of your return
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss): a Interest		
	b Ordinary dividends	<b>1,834.</b>	
	c Royalties		
	d Net short-term capital gain (loss)	<b>4,130.</b>	
	e (1) Net long-term capital gain (loss)		
	(2) 28% rate gain (loss)		
	(3) Qualified 5-year gain		
	f Other portfolio income (loss) (attach schedule)		
5 Guaranteed payments to partner		See page 6 of Partner's Instructions for Schedule K-1 (Form 1065)  Enter on applicable line of your return	
6 Net sec. 1231 gain (loss) (other than casualty or theft)			
7 Other income (loss) (attach schedule)		Enter on applicable line of your return  Sch. A, line 15 or 16	
8 Charitable contributions (attach schedule)			
9 Section 179 expense deduction		See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065)	
10 Deductions related to portfolio income (attach schedule)			
11 Other deductions (attach schedule)			
Credits, Investment Interest & S.E.	13 Other credits		(Enter on applicable lines of your return) Form 4952, line 1  See page 9 of Partner's Instructions for Schedule K-1 (Form 1065)
	14 a Interest expense on investment debts	<b>7,699.</b>	
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	<b>1,834.</b>	
	(2) Investment expenses included on line 10 above		
	15 a Net earnings (loss) from self-employment	<b>0.</b>	
b Gross farming or fishing income		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065)	
c Gross nonfarm income			
Adjustments and tax preference	16 a Depreciation adjustment on property placed in service after 1986		See Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251
	b Adjusted gain or loss		
	c Other adjustments and tax preference items (attach schedule)		
Other	19 Tax-exempt interest income		Form 1040, line 8b  See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065)
	20 Other tax-exempt income		
	21 Nondeductible expenses		
	22 Distributions of money (cash and marketable securities)	<b>10,200.</b>	
	23 Distributions of property other than money	<b>2,431.</b>	

JWA For Paperwork Reduction Act Notice, see Form 1065 Instructions.

No Information Required for Page 2 Schedule K-1 (Form 1065) 2002

MARTIN J. JOEL PARTNERSHIP

Pg 12 of 18

13-3891671SCHEDULE K-1COLUMN C RECONCILIATIONDESCRIPTIONAMOUNT

DIVIDEND INCOME

1,834.

SHORT-TERM CAPITAL GAIN (LOSS)

4,130.

INTEREST EXPENSE ON INVESTMENT DEBTS

-7,699.

TOTAL TO SCHEDULE K-1, ITEM J, COLUMN C

-1,735.

KONIGSBERG, WOLF & CO., P.C.  
440 PARK AVENUE SOUTH  
NEW YORK, N.Y. 10016  
(212) 685-7215

MARCH 4, 2003

MARTIN J. JOEL PARTNERSHIP  
21 CAYUGA ROAD  
SCARSDALE, NY 10583-6941

MARTIN J. JOEL PARTNERSHIP:

WE HAVE PREPARED AND ENCLOSED YOUR 2002 NEW YORK PARTNERSHIP  
INCOME TAX RETURN FOR THE YEAR ENDED DECEMBER 31, 2002. THE  
RETURN SHOULD BE SIGNED AND DATED.

THE NEW YORK FORM IT-204 SHOULD BE MAILED ON OR BEFORE APRIL  
15, 2003 TO:

STATE PROCESSING CENTER  
P.O. BOX 61000  
ALBANY, NY 12261-0001

NO PAYMENT IS REQUIRED WITH THIS RETURN WHEN FILED.

A COPY OF SCHEDULE K-1 SHOULD BE FURNISHED TO EACH PARTNER.

WE RECOMMEND THAT YOU SEND THE RETURN TO THE TAXING  
AUTHORITIES BY CERTIFIED MAIL WITH A REQUEST FOR A RETURN  
RECEIPT. PLEASE RETAIN THE RECEIPT AS A PROOF OF TIMELY  
FILING.

WE SINCERELY APPRECIATE THIS OPPORTUNITY TO SERVE YOU. IF  
YOU HAVE ANY QUESTIONS REGARDING THE RETURN, PLEASE DO NOT  
HESITATE TO CALL.

A COPY OF THE RETURN IS ENCLOSED FOR YOUR FILES. WE SUGGEST  
THAT YOU RETAIN THIS COPY INDEFINITELY.

SINCERELY,

KONIGSBERG, WOLF & CO., P.C.

For office use only

New York State Department of Taxation and Finance

## Partnership Return

2002

IT-204

For calendar year 2002 or fiscal year beginning and ending

Read the instructions, Form IT-204-I, before completing this return.

Print or type

Legal name

MARTIN J. JOEL PARTNERSHIP

Trade name of business if different from legal name above

Address (number and street or rural route)

21 CAYUGA ROAD

City, village, or post office

SCARSDALE, NY 10583-6941

State

ZIP code

Employer identification number

13-3891671

Principal business activity

INVESTMENT

Principal product or service

INVESTMENT

NAICS business code number

523900

Date business started

05/20/1996

A Mark an X in the box that applies to your entity:

- ☒ Regular partnership ☐ Limited liability partnership (LLP) ☐ Portfolio investment partnership  
☐ Limited liability company (LLC - including limited liability investment company and a limited liability trust company)

If you do not need forms mailed to you next year, mark an X in the box

B 1) Did the partnership have any income gain, loss, or deduction derived from New York sources during the tax year?

B1 Yes ☒ No ☐

2) If No, enter the number of resident partners

B2 C Mark applicable box(es): ☐ Change of address ☐ Initial return ☐ Amended return ☐ Final return (attach explanation)

D Is this return the result of federal audit changes?

D Yes ☐ No ☒

If Yes: 1) Enter date of final federal determination

D1 

2) Do you concede the federal audit changes? (see instructions for amended return or federal changes.)

D2 Yes ☐ No ☐

E Did you file a New York State partnership return for:

If No, state reason:

2000 Yes ☒ No ☐

2001

Yes ☒ No ☐

F Total number of partners required to be listed on Form IT-204-ATT (see instructions)

F  2

G Does the partnership currently have tax accounts with New York State for the following taxes?

1. Sales and use tax ☒ Yes ☐ No ☒

If Yes, enter ID number G1

2. Withholding tax ☒ Yes ☐ No ☒

G2

## Schedule A

## Part I - List all places, both in and out of New York State, where the partnership carries on business

(attach additional sheets if necessary)

Street address	City and state	Description

## Part II - Formula basis allocation of income if books do not reflect income earned in New York

Items used as factors	A Totals - in and out of New York State	B New York State amounts	C Percent column B is of column A
Property percentage	Dollars	Dollars	
1 Real property owned	1.	1.	
2 Real property rented from others	2.	2.	
3 Tangible personal property owned	3.	3.	
4 Property percentage (add lines 1, 2, and 3)	4.	4.	%
5 Payroll percentage	5.	5.	%
6 Gross income percentage	6.	6.	%
7 Total of percentages (add column C, lines 4, 5, and 6)		7.	%
8 Business allocation percentage (divide line 7 by three or by actual number of percentages if less than three)		8.	100.00 %

Third-party designee	Do you want to allow another person to discuss this return with the Tax Dept? (see instructions)		Yes <input checked="" type="checkbox"/> (complete the following) No <input type="checkbox"/>	
	Designee's Name	Designee's phone number	Personal identification number (PIN)	
Paid preparer's use only	PREPARER	(212) 685-7215		
	Preparer's signature	Preparer's SSN or PTIN	Signature of general partner	
Firm name (or yours, if self-employed)		Employer identification number	Sign here	Date
KONIGSBERG, WOLF & CO., P.C.		13-2811464		Daytime phone number (optional)
Address		Date		
440 PARK AVENUE SOUTH				
NEW YORK, N.Y. 10016				

311213 Partnership must attach federal Form 1065 or Form 1065-B and all schedules to this Form IT-204 (see instructions for Penalties).

268501 09-23-02 1019

Mail your return to: STATE PROCESSING CENTER, PO BOX 61000, ALBANY, NY 12261-0001.

This is a scannable form: please file this original return with the Tax Department.

IT-204 2002

IT-204 (2002) (page 2)

**Schedule B - Partners' New York modifications, credits, etc. SEE ATTACHED SCHEDULES K-1****Part I - Partners' New York modifications to federal items**

	Total
9 New York State additions (attach schedule; see instructions)	9.
10 New York State subtractions (attach schedule; see instructions)	10.
11 Additions to federal itemized deductions	11.
12 Subtractions from federal itemized deductions	12.
13 Amount of interest expense incurred to carry tax-exempt obligations	13.
14 New York adjustments to federal tax preference items (see instructions)	14.

**Part II - Partners' credit information**

	Total
15 Manufacturing and production, retail enterprise, waste treatment and pollution control property - investment credit (attach Form IT-212)	15.
16 Research and development property - investment credit (attach Form IT-212)	16.
17 Add-back of investment credit on early dispositions (attach Form IT-212)	17.
18 Defibrillator credit (attach Form IT-250)	18.
19 Investment credit for the financial services industry (attach Form IT-252)	19.
20 Add-back of investment credit on early dispositions for the financial services industry (attach Form IT-252)	20.
21 Credit for employment of persons with disabilities (attach Form IT-251)	21.
22 Alternative fuels credit (attach Form IT-253)	22.
23 Add-back of alternative fuels credit on early dispositions (attach Form IT-253)	23.
24 Fuel oil storage tank credit (attach Form IT-254)	24.
25 Industrial or manufacturing business (IMB) credit (attach Form DTF-623)	25.
26 Low-income housing credit (attach Form DTF-624)	26.
27 Green building credit (attach Form DTF-630)	27.
28 Long-term care insurance credit (attach Form IT-249)	28.
29 EZ wage tax credit (attach Form IT-601)	29.
30 ZEA wage tax credit (attach Form IT-601.1)	30.
31 EZ capital tax credit for investments in and donations to EZ capital corporations (from Form IT-602, Schedule A, line 5)	31.
32 EZ capital tax credit for investments in certified EZ businesses (from Form IT-602, Schedule B, line 9)	32.
33 EZ capital tax credit for monetary contributions to EZ development projects (from Form IT-602, Schedule C, line 13)	33.
34 EZ investment tax credit and EZ employment incentive credit (attach Form IT-603)	34.
35 QEZE credit for real property taxes (attach Form IT-604)	35.
36 QEZE employment increase factor (see instructions)	36.
37 QEZE zone allocation factor (see instructions)	37.
38 QEZE benefit period factor (see instructions)	38.
39 Add-back of QEZE credit for real property taxes (attach Form IT-604)	39.
40 EZ investment tax credit and EZ employment incentive credit for the financial services industry (attach Form IT-605)	40.
41 Add-back of EZ capital tax credit, EZ investment tax credit, and EZ employment incentive credit (attach Forms IT-602 and IT-603)	41.
42 Add-back of EZ investment tax credit and EZ employment incentive credit for the financial services industry (attach Form IT-605)	42.
43 QETC employment credit (attach Form DTF-621)	43.
44 QETC capital tax credit (attach Form DTF-622)	44.
45 Add-back of QETC capital tax credit on early dispositions (attach Form DTF-622)	45.
46 Total acres of qualified agricultural property	46.
47 Total acres of qualified conservation property	47.
48 Total amount of eligible taxes paid	48.
49 Total acres of qualified agricultural property converted to nonqualified use	49.

**Part III - Income and deductions allocated to New York (see instructions)**

	Allocated NY amounts
50 Ordinary income (loss) from trade or business activities	50.
51 Net income or loss from New York rental real estate activities	51.
52 Net income or loss from other rental activities	52.
53 Portfolio income (loss)	53.
54 Guaranteed payments to partners	54.
55 Net gain (loss) under IRC section 1231 (other than due to casualty or theft)	55.
56 Other income	56.
57 Expense deduction for property under IRC section 179	57.
58 Deductions related to portfolio income (do not include investment interest expense)	58.
59 Other deductions (see instructions)	59.
60 Tax preference items for minimum tax (see instructions)	60.
61 New York adjustments to federal tax preference items (see instructions)	61.
62 Investment interest expense (see instructions)	62.
63 Other items not included above that are required to be reported separately to partners	63.





2002

New York State Department of Taxation and Finance  
**Partners'**  
**Identifying Information**  
Attachment to Form IT-204

**IT-204-ATT**

Page 1 of 1

Legal name (as shown on Form IT-204) <b>MARTIN J. JOEL PARTNERSHIP</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583-6941</b>		Employer identification number <b>13-3891671</b>	
(A) For each identifying number, enter name (last, first, middle initial) on first line; enter home address on second and third lines.	(B) Identifying number (SSN or EIN) (C) Percentage of ownership	(D) Mark X if resident of:	(E) Mark X if partner is:
1. <b>1</b> <b>MARTIN JOEL</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583</b>	1B. <b>135-22-3227</b> 1C. <b>99.0000000</b>	<input checked="" type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
2. <b>2</b> <b>SYLVIA ANN JOEL</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583</b>	2B. <b>079-28-6866</b> 2C. <b>1.0000000</b>	<input checked="" type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
3.	3B.  3C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
4.	4B.  4C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
5.	5B.  5C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
6.	6B.  6C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
7.	7B.  7C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
8.	8B.  8C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust
9.	9B.  9C.	<input type="checkbox"/> NYS <input type="checkbox"/> NYC <input type="checkbox"/> Yonkers	<input type="checkbox"/> NYS Corporation <input type="checkbox"/> Foreign Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or Trust

351213

268011 09-23-02 1019

This is a scannable form; please file this original with the Tax Department.

IT-204-ATT 2002

<b>NEW YORK SCHEDULE K-1 EQUIVALENT</b>	<b>Partner's New York Information</b> <b>For Calendar Year 2002 or Fiscal Year</b> Beginning _____, 2002; and Ending _____	<b>2002</b>
---	--	-------------

Partner's Name, Address and ZIP Code  <b>MARTIN JOEL</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583</b>	Partner Number <u>1</u> Partner's Identifying Number <b>135-22-3227</b> <hr/> Resident <input checked="" type="checkbox"/> Nonresident <input type="checkbox"/> Amended Schedule K-1 <input type="checkbox"/> Final Schedule K-1 <input type="checkbox"/>
---	---

Partnership's Name, Address and ZIP Code  <b>MARTIN J. JOEL PARTNERSHIP</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583-6941</b>	Partnership's Identifying Number <b>13-3891671</b> <hr/> <b>Partner's Percentage of:</b> Ownership <u>99.0000000%</u> Profit and Loss <u>99.0000000%</u>
---	--

Part I - Partner's Share of New York Modifications to Federal Items	Total amount of change
New York state additions .....	
New York state subtractions .....	
Additions to federal itemized deductions .....	
Subtractions from federal itemized deductions .....	
Amount of interest expense incurred to carry tax-exempt obligations .....	
New York adjustments to federal tax preference items .....	

**Part II - Partner's Share of Credit Information**

**Part III - Nonresident Partner's Distributive Share of:**

	Amount reported on federal Form 1065	New York amount to be reported on nonresident partner's return
Ordinary income (loss) from trade or business activities .....		
Net income or loss from rental real estate activities .....		
Net income or loss from other activities .....		
Portfolio income (loss) .....		
Guaranteed payments to partners .....		
Net gain (loss) under IRC Section 1231 (other than due to casualty or theft) .....		
Other income .....		
Expense deduction for property under IRC Section 179 .....		
Deductions related to portfolio income .....		
Other deductions .....		
Tax preference items for minimum tax .....		
New York adjustments to federal tax preference items .....		
Investment interest expense .....		
Other items required to be reported separately to partners .....		

THERE ARE NO ADJUSTMENTS OR CREDITS FOR THIS PARTNER.

<b>NEW YORK SCHEDULE K-1 EQUIVALENT</b>	<b>Partner's New York Information</b> <b>For Calendar Year 2002 or Fiscal Year</b> Beginning _____, 2002; and Ending _____	<b>2002</b>
---	--	-------------

Partner's Name, Address and ZIP Code  <b>SYLVIA ANN JOEL</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583</b>	Partner Number <u>2</u> Partner's Identifying Number <b>079-28-6866</b> Resident <input checked="" type="checkbox"/> Nonresident <input type="checkbox"/> Amended Schedule K-1 <input type="checkbox"/> Final Schedule K-1 <input type="checkbox"/>
---	---

Partnership's Name, Address and ZIP Code  <b>MARTIN J. JOEL PARTNERSHIP</b> <b>21 CAYUGA ROAD</b> <b>SCARSDALE, NY 10583-6941</b>	Partnership's Identifying Number <b>13-3891671</b> Partner's Percentage of: Ownership <u>1.00000000%</u> Profit and Loss <u>1.00000000%</u>
---	---

Part I - Partner's Share of New York Modifications to Federal Items	Total amount of change
New York state additions .....	
New York state subtractions .....	
Additions to federal itemized deductions .....	
Subtractions from federal itemized deductions .....	
Amount of interest expense incurred to carry tax-exempt obligations .....	
New York adjustments to federal tax preference items .....	

**Part II - Partner's Share of Credit Information**

**Part III - Nonresident Partner's Distributive Share of:**

	Amount reported on federal Form 1065	New York amount to be reported on nonresident partner's return
Ordinary income (loss) from trade or business activities .....		
Net income or loss from rental real estate activities .....		
Net income or loss from other activities .....		
Portfolio income (loss) .....		
Guaranteed payments to partners .....		
Net gain (loss) under IRC Section 1231 (other than due to casualty or theft) .....		
Other income .....		
Expense deduction for property under IRC Section 179 .....		
Deductions related to portfolio income .....		
Other deductions .....		
Tax preference items for minimum tax .....		
New York adjustments to federal tax preference items .....		
Investment interest expense .....		
Other items required to be reported separately to partners .....		

**THERE ARE NO ADJUSTMENTS OR CREDITS FOR THIS PARTNER.**